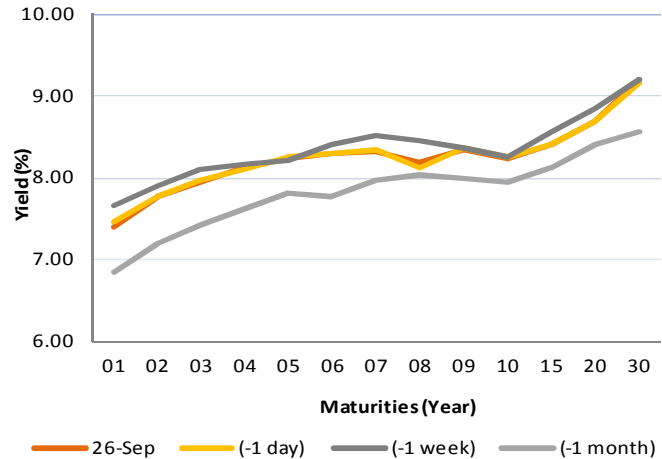


Indonesia Government Bonds Yield

Maturities (Year)	26-Sep	(-1 day)	(-1 week)	(-1 month)
01	7.39	7.47	7.66	6.84
02	7.77	7.77	7.89	7.21
03	7.95	7.98	8.09	7.43
04	8.11	8.09	8.17	7.62
05	8.22	8.25	8.22	7.82
06	8.29	8.29	8.40	7.76
07	8.32	8.34	8.52	7.97
08	8.19	8.13	8.45	8.04
09	8.34	8.35	8.36	7.99
10	8.23	8.25	8.26	7.94
15	8.40	8.41	8.56	8.11
20	8.69	8.68	8.84	8.40
30	9.20	9.16	9.20	8.56

Source: Bloomberg



Global Market Update

- The Fed hike Fed Funds Rate (FFR) 25 bps from 1.75% - 2.00% to 2.00% - 2.25%. Yesterday, The Fed Governor, Jerome Powell also stated The Fed plan until 2020. The Fed planned to hike FFR once this year, 3 times in 2019, and once in 2020.
- The Fed kembali menaikkan tingkat suku bunganya, atau biasa disebut FFR, sebesar 25 bps ke level 2,00% - 2,25%. Dalam pidatonya kemarin, 26 September, Gubernur The Fed, Jerome Powell, juga menyatakan rencana kebijakan The Fed hingga tahun 2020. Menurutnya, The Fed akan menaikkan tingkat suku bunganya sekali lagi pada akhir tahun ini, 3 kali pada 2019, dan 1 kali pada 2020.
- Yesterday, September 26 2018, yield of US 10-years fell to 3.05% after The signal about autopilot monetary policy. Global benchmark bond yield also moved downward, indicated by 10-years UK gilt and German Bunds, which fell to 1.59% and 0.53%, respectively.
- Yield 10-years US Treasury note pada Rabu, 26 September ditutup turun ke level 3,05% yang didorong oleh sinyal The Fed yang akan cenderung autopilot pada kebijakan moneter ke depannya. Pada pasar obligasi global, mayoritas yield acuan global juga ditutup turun, terlihat dari yield 10 tahun UK Gilt dan German Bunds yang ditutup mengalami penurunan hingga ke level 1,59% dan 0,53%.

Domestic Market Update

- Today, BI will decide direction of monetary policy in Governor Council Meeting (RDG). In this RDG, BI will also decide 7-DRR level. Market consensus predicted that BI will hike 25 bps 7-DRR to 5.75%. However, research team of Mega Capital Sekuritas predicted that BI would maintain 7DRR at 5.50%
- Bank Indonesia (BI) saat ini sedang menggelar Rapat Dewan Gubernur (RDG) untuk menentukan kebijakan moneter dalam satu bulan ke depan, yang mana salah satunya ialah kebijakan tingkat suku bunga. Konsensus pasar pada pertemuan kali ini ialah BI akan menaikkan tingkat suku bunga sebesar 25 bps ke level 5,75%. Meskipun demikian, dari pihak Mega Capital Sekuritas, memprediksi bahwa BI akan cenderung mempertahankan tingkat suku bunganya di level 5,50%.
- Today, Government bond prices on the secondary market are likely to flat because investors are tend to wait for RDG result. Rupiah will be ranging from IDR 14,880 - 14,944 and yield of 10-years benchmark bond (FR0064) will be ranging from 8.17% - 8.23%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung datar menjelang pengumuman RDG BI terkait tingkat 7-DRR hari ini. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.880 – Rp14.944. Sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 8,17% - 8,23%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0065	84.00	8.56	1568
FR0075	88.85	8.69	1090
FR0063	90.25	8.19	717
FR0064	86.16	8.23	706
PBS004	74.77	8.91	256
FR0059	92.15	8.29	229
FR0036	104.30	8.85	220
FR0070	101.00	8.14	167
ORI014	96.50	7.70	129
ORI013	98.80	7.79	123

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
BAFI02B	idAA	100.28	6.42	236
SMBNII01CN2	idAAA(sy)	100.70	7.13	59
FIFA03BCN3	idAAA	100.29	7.32	50
FIFA02BCN4	idAAA	100.00	7.95	46
BPFI02CN1	idBBB	99.00	10.77	44
SMADMF03ACN2	idAAA(sy)	99.77	6.57	41
SMII01ACN1	idAAA	100.00	6.41	36
ADMFO4ACN3	idAAA	100.41	6.16	32
SIEXCL01BCN1	AAA(idn)	100.81	5.71	29
DILD02A	idA-	100.03	10.43	26

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (ICI)	5873	-1.03	-0.02%	-7.59%
Malaysia (KLCI)	1799	4.25	0.24%	0.11%
Thailand (SET)	1750	1.94	0.11%	-0.22%
Singapore (STI)	3239	3.02	0.09%	-4.8%
Hang Seng	27817	317.48	1.15%	-7.0%
Nikkei 225	24034	93.53	0.39%	5.57%
Shanghai	2807	25.68	0.92%	-15.13%
Dow Jones (DJIA)	26385	-106.93	-0.40%	6.74%
London (FTSE 100)	7511	3.93	0.05%	-2.29%
DAX	12386	11.23	0.09%	-4.1%

Global Bonds	26-Sep	(-1 day)	(-1 week)	26-Sep (-1 month)
Fed Fund Rate & US T-Bonds Yield				
Fed Fund Rate	2.25	2.00	2.00	2.00
2-Year	2.55	2.53	2.51	2.49
5-Year	2.73	2.72	2.72	2.76
10-Year	3.05	3.10	3.06	2.89
30-Year	2.95	2.96	2.97	3.07
10-Year Government Bond Yield				
UK	1.59	1.63	1.61	1.49
Germany	0.53	0.54	0.49	0.40
France	0.84	0.85	0.80	0.73
China	3.65	3.68	3.67	3.62
Japan	0.12	0.13	0.12	0.10
Korea	2.73	2.73	2.73	2.73
Thailand	2.83	2.84	2.87	2.71
Malaysia	4.10	4.10	4.10	4.03
Singapore	2.55	2.58	2.51	2.36
Indonesia USD Bond Yield				
INDO-22	3.89	3.91	3.95	3.76
INDO-27	4.53	4.53	4.58	4.33
INDO-47	5.16	5.17	5.23	4.87

FX Rate	26-Sep	(-1 day)	(-1 week)
USD/IDR	14,912	14,937	14,824
GBP/USD	1.317	1.318	1.314
USD/JPY	112.7	113.0	112.3
USD/SGD	1.366	1.366	1.369
USD/THB	32.43	32.40	32.41
USD/MYR	4.142	4.137	4.136

Macroeconomic Data	Aug-18	Jul-18	Jun-18
Consumer Price Index (MoM)	-0.05	0.28	0.59
Consumer Price Index (YoY)	3.20	3.18	3.12
Core Inflation (YoY)	2.90	2.87	2.72
BI 7-Day RR Rate (%)	5.50	5.25	5.25
Foreign Reserve (US\$ Bn)	117.9	118.3	119.8

Indonesia Sovereign CDS	2-year	5-year	10-year
As of 26-Sep	62.97	132.99	209.69
(-1 Day)	65.53	136.78	217.35
(-1 Week)	66.00	133.16	215.41
(-1 Month)	43.52	118.05	202.65
(-1 Year)	41.05	105.32	173.45

Money Market	26-Sep	(-1 day)	(-1 week)	26-Sep (-1 month)
JIBOR				
O/N	5.42	5.43	5.45	5.40
1M	6.73	6.72	6.70	6.70
3M	7.13	7.13	7.13	7.11
LIBOR				
1M	2.23	2.23	2.18	2.08
3M	2.38	2.38	2.35	2.31
6M	2.60	2.60	2.57	2.53
Indonesia Interest Rates				
Deposit 1M	5.93	5.95	5.94	5.80
Lending	13.6	13.6	13.7	13.5

Benchmark	26-Sep	(-1 day)	Change	Yield
FR0061	96.80	96.93	-14	8.03%
FR0059	92.15	92.21	-7	8.29%
FR0074	91.83	91.69	14	8.51%
FR0072	97.08	97.08	0	8.57%

Government Bond Ownership As of September 25, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	20-Sep-18	21-Sep-18	24-Sep-18	25-Sep-18
Banks	335.43	375.55	350.07	399.46	491.61	608.95	611.93	603.06	601.05
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	114.41	111.66	117.57	118.94
Mutual Fund	42.50	45.79	61.60	85.66	104.00	117.75	117.37	117.26	117.02
Insurance	129.55	150.60	171.62	238.24	150.80	191.45	191.42	191.47	191.55
Foreign Investor	323.83	461.35	558.52	665.81	836.15	839.47	840.58	843.82	844.69
Pension Fund	39.47	43.30	49.83	87.28	198.06	215.47	215.40	215.39	215.43
Individual Investors	32.48	30.41	42.53	57.75	59.84	64.30	64.31	64.26	64.29
Others	47.56	61.32	78.76	104.84	117.48	133.34	133.47	133.82	133.68
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,285.14	2,286.14	2,286.64	2,286.64

Source: Bloomberg, IDX & DJPPR

September 27, 2018

Government Bonds Prices

Closing Price Data : 26-Sep-2018



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0069	15-Apr-19	0.55	7.875%	100.49	6.94%	100.50	-1.6
FR0036	15-Sep-19	0.97	11.500%	103.92	7.21%	103.85	6.6
FR0031	15-Nov-20	2.14	11.000%	106.45	7.65%	106.45	0.1
FR0034	15-Jun-21	2.72	12.800%	111.82	7.87%	111.86	-4.5
FR0053	15-Jul-21	2.80	8.250%	100.90	7.88%	100.81	9.5
FR0061	15-May-22	3.64	7.000%	96.80	8.03%	96.93	-13.6
FR0035	15-Jun-22	3.72	12.900%	114.87	8.17%	114.93	-6.6
FR0043	15-Jul-22	3.80	10.250%	106.70	8.16%	106.71	-1.6
FR0063	15-May-23	4.64	5.625%	90.37	8.16%	90.32	5.1
FR0046	15-Jul-23	4.80	9.500%	104.95	8.23%	104.99	-4.5
FR0039	15-Aug-23	4.89	11.750%	113.91	8.23%	114.04	-13.2
FR0070	15-Mar-24	5.47	8.375%	100.48	8.26%	100.46	1.8
FR0044	15-Sep-24	5.98	10.000%	108.35	8.20%	108.09	25.7
FR0040	15-Sep-25	6.98	11.000%	114.30	8.26%	114.24	5.4
FR0037	15-Sep-26	7.98	12.000%	121.21	8.31%	121.19	2.5
FR0056	15-Sep-26	7.98	8.375%	101.31	8.15%	101.44	-13.9
FR0059	15-May-27	8.64	7.000%	92.15	8.29%	92.21	-6.7
FR0042	15-Jul-27	8.81	10.250%	111.71	8.34%	111.68	2.6
FR0047	15-Feb-28	9.39	10.000%	108.79	8.62%	108.79	0.0
FR0064	15-May-28	9.64	6.125%	86.37	8.20%	86.35	2.1
FR0071	15-Mar-29	10.47	9.000%	104.37	8.37%	104.01	35.7
FR0052	15-Aug-30	11.89	10.500%	112.94	8.73%	112.94	0.0
FR0073	15-May-31	12.64	8.750%	100.67	8.66%	100.67	0.0
FR0054	15-Jul-31	12.81	9.500%	107.62	8.51%	107.54	7.9
FR0058	15-Jun-32	13.73	8.250%	100.00	8.25%	99.00	100.0
FR0074	15-Aug-32	13.90	7.500%	91.83	8.51%	91.69	13.9
FR0065	15-May-33	14.64	6.625%	85.40	8.37%	85.47	-6.5
FR0068	15-Mar-34	15.48	8.375%	98.14	8.59%	98.33	-19.5
FR0072	15-May-36	17.65	8.250%	97.08	8.57%	97.08	0.2
FR0045	15-May-37	18.65	9.750%	107.35	8.94%	107.299	5.0
FR0075	15-May-38	19.65	7.500%	89.20	8.65%	89.30	-10.3
FR0050	15-Jul-38	19.81	10.500%	115.02	8.87%	111.50	352.0
FR0057	15-May-41	22.65	9.500%	106.75	8.81%	106.75	0.0
FR0062	15-Apr-42	23.57	6.375%	75.02	8.93%	74.00	102.0
FR0067	15-Jul-43	24.82	8.750%	98.37	8.91%	98.61	-23.9
FR0076	15-May-48	29.65	7.375%	82.83	9.20%	82.71	12.0

Source: Bloomberg, IBPA & MCS Estimates

Macroeconomic Indicator Calendar (September 24 - September 28 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
27	7-Days Repo Rate	-	-	5.50%	5.50%

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
24	Ifo Business Climate	Germany	Sep-18	103.7	103.8	104.0
26	New Home Sales	US	Aug-18	3.5%	-1.6%	0.2%
26	Crude Oil Inventory	US	Week Ended, Sep 21 - 2018	1.85 million barrel	-2.06 million barrel	-0.48 million barrel
26	Fed Funds Rate	US	-	2.25%	2.00%	2.25%
27	Economic Growth Final (QoQ)	US	Quarter-II	-	2.2%	4.2%
27	Durable Goods Order (MoM)	US	Aug-18	-	-1.70%	0.97%
27	Business Confidence	Euro Area	Sep-18	-	1.22	1.15
27	Initial Jobless Claims	US	Week Ended, Sep 22-2018	-	201 thousand	208 thousand
27	Continuing Jobless Claims	US	Week Ended, Sep 15-2018	-	1645 thousand	1693 thousand
28	Unemployment Rate	Japan	Aug-18	-	2.5%	2.4%
28	Caixin Manufacturing PMI	China	Sep-18	-	50.6	50.9
28	Unemployment Rate	Germany	Sep-18	-	5.2%	5.1%
28	Economic Growth Rate (YoY)	United Kingdom	Quarter-II	-	1.2%	1.3%

September 27, 2018

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